

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s. Sanvira Industries Limited for the proposed Green Petroleum Coke Calcination facility at Chatametta village, Visakhapatnam with a capacity of 4,60,000 TPA & a Co-generation power facility of 25 MW capacity with an investment of Rs.360 crores– Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 46

**Dated: 04-06-2013
Read the following:-**

1. From M/s. Sanvira Industries Limited Letter No. Nil, dated 14.03.2012 & 03.04.2012
2. The State Investment Promotion Committee Meeting held on 16.06.2012
3. The State Investment Promotion Board Meeting held on 27.06.2012

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ORDER:-

In the reference 1st read above, the Managing Director, M/s.Sanvira Industries Limited has informed that they proposed to setup a Green Petroleum Coke Calcination facility at Chatametta village, Visakhapatnam with a capacity of 4,60,000 TPA and a Co-generation power facility of 25 MW capacity with an investment of Rs.360 crores.

2. The unit will create employment potential for 200 persons directly & 600 persons indirectly and requested for the following:

- (a) Right of way from APIIC for grid connection and support in obtaining right of way from APIIC on the same terms as its current customers.
- (b) Allocation of 0.8 million liters per day of Fresh water from APIIC's APSEZ for product cooling/power generation purposes.
- (c) The company requires an approach road that allows for easy access to the proposed plant site. A kutchra road (750 meters) in survey No.113 of Pudimadaka village, Atchutapuram (M), Visakhapatnam Dist is existing pucca road and the same may be developed as blacktop pucca road.
- (d) Contribution of 50% of capital outlay for infrastructure development subject to a limit of Rs.7.9 crore @ 15% of the land cost or 13.85 crore, if APIIC charges full land value.
- (e) Standard Incentives as Mega Project as per IIPP 2010-15

3. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the above proposal and decided to place the matter before the State Investment Promotion Board (SIPB) with the following recommendations:

- (a) 50% VAT & CST reimbursement for a period of 5 years from the date of commencement of commercial production (DCP).
- (b) All other incentives as per IIPP 2010-15 policy.
- (c) With regard to right of way from APIIC SEZ for power and water supply, APIIC has been advised to look into the matter to examine the request of the unit for giving permission by charging 15% of land cost for right of way.

(P.T.O)

4. In the reference 3rd read above, State Investment Promotion Board discussed the proposal in detail and decided to extend the following incentives to the Company:

- (a) 50% VAT & CST reimbursement for a period of 5 years from date of commencement of commercial production (DCP).
- (b) All other incentives as per IIPP 2010-15 policy.
- (c) With regard to right of way from APIIC SEZ for power and water supply, APIIC informed that they are looking into the matter to accommodate the request of the unit for providing right of way by charging 15% of land cost similar to other SEZ units.

5. Government after careful examination of the proposal and in view of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s.Sanvira Industries Limited to set up a Green Petroleum Coke Calcination facility at Chatametta village, Visakhapatnam dt with a capacity of 4,60,000 TPA and Cogeneration power facility of 25 MW capacity with an investment of Rs.360 crores as decided by the State Investment Promotion Board under Industrial Investment Promotion Policy 2010-2015.

- (1) 50% VAT & CST reimbursement for a period of 5 years from the date of commencement of commercial production (DCP).
- (2) All other incentives as per IIPP 2010-15 policy, which include:
 - (a) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
 - (b) 100% reimbursement of Stamp duty for mortgages and hypothecations.
 - (c) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately.
 - (d) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.
 - (e) Infrastructure like roads, power and water will be provided at door step of the industry for standalone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to **(a)** the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and **(b)** cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry
- (3) The APIIC is requested to examine and expedite the proposal for right of way from APIIC SEZ for power and water supply, by charging 15% of land cost similar to other SEZ units.

6. The Industry shall provide at least 80% of employment to the candidates belonging to Andhra Pradesh State for becoming eligible to the above incentives.

(P.T.O)

7. The Commissioner of Industries, Hyderabad and Vice Chairman & Managing Director, APIIC, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**K.PRADEEP CHANDRA
PRINCIPAL SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, A.P., Hyderabad.

M/s.Sanvira Industries Limited through the Commissioner of Industries, AP, Hyderabad.

The Vice Chairman & Managing Director, APIIC, Hyderabad.

Copy to:

The Revenue (CT) Department.

The Revenue (Registration) Department.

The Energy Department.

The Irrigation (Reforms) Dept.

The Law(J) Department

The Ind. & Com. (INF) Department.

The Accountant General, Andhra Pradesh, Hyderabad

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APEPDC Ltd., Visakhapatnam

The District Collector, Visakhapatnam District

The General Manager, District Industries Centre, Visakhapatnam District

P.S. to Principal Secretary to Chief Minister

P.S. to Hon'ble Minister(Major Industries)

P.S. to Chief Secretary to Government

P.S. to Principal Secretary to Government & CIP, Industries & Commerce Dept.

SC/SF

// FORWARDED:: BY ORDER //

SECTION OFFICER